



OFFICE OF: ADMINISTRATIVE SERVICES DEPARTMENT

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March 12, 2018

Municipal Securities Rulemaking Board  
1900 Duke Street Suite 600  
Alexandria, VA 22314

Trustee:

Christopher Davy  
The Bank of New York Mellon Trust Company, N.A.  
400 S. Hope Street, Ste. 400  
Los Angeles, CA 90071

Dissemination Agent:

City of Corona  
400 S. Vicentia Ave  
Corona, CA 92882

Subject: Secondary Market Disclosure  
\$20,890,000 Corona Utility Authority  
2013 Wastewater Revenue Bonds (Wastewater Projects)  
(CUSIP #219706)

Attached is the Annual Report as required per Section 4 of the Continuing Disclosure Agreement for the City of Corona and the Corona Utility Authority dated June 1, 2013 in connection with the issuance of the above referenced bonds.

The Annual Report is comprised of the following information, as of June 30, 2017

Per Section 4:

(a) Audited financial statements for - [Comprehensive Annual Financial Report](#)

(b) Principal amount outstanding – \$ 14,015,000

(c) Updated Tables presented in the Official Statement – Attached

- Historic Wastewater Enterprise Connections
- Historic Wastewater Enterprise Daily Average Flow
- Ten Largest Wastewater Enterprise Customers

- Selected Wastewater Enterprise Rates
- Wastewater Enterprise Historic Operating Results
- Electric Distribution System Historic Operating Results – no longer needed because the Wastewater Enterprise is not subject to the Power Sales Agreement (2005 COPs was defeased in September 2015).

Per Section 5:

Significant Events - None

If you have questions related to this Annual Report of the City of Corona, please contact me.

Sincerely,

DocuSigned by:  
  
A7EC209DC20D4C3...

Patricia Song

Finance Manager

[Finance@CoronaCA.gov](mailto:Finance@CoronaCA.gov)

**CITY OF CORONA  
CORONA UTILITY AUTHORITY  
WASTEWATER ENTERPRISE**

**Historic Wastewater Enterprise Connections**

<b><u>Fiscal Year</u></b>	<b><u>Residential Connection</u></b>	<b><u>Commercial Connections</u></b>	<b><u>Total Connections</u></b>	<b><u>Percentage Change</u></b>
2013	35,359	2,154	37,513	0.80
2014	35,608	2,191	37,799	0.76
2015	35,730	2,219	37,949	0.40
2016	36,152	2,132	38,284	0.88
2017	36,718	2,221	38,939	1.68

*Source: The City of Corona, Department of Water & Power*

**CITY OF CORONA  
CORONA UTILITY AUTHORITY  
WASTEWATER ENTERPRISE**

**Historic Wastewater Enterprise Daily Average Flow**

<b>Fiscal <u>Year</u></b>	<b>Daily Average <u>Flow (mgd)</u></b>	<b>Percentage <u>Change</u></b>
2013	13.35	3.50
2014	12.61	(5.55)
2015	13.10	3.89
2016	14.00	6.87
2017	14.30	2.14

*Source: The City of Corona, Department of Water & Power*

**CORONA UTILITY AUTHORITY WASTEWATER ENTERPRISE**  
**Ten Largest Wastewater Enterprise Customers**  
**Fiscal Year 2016-17**

Sewer Customer	Type of Business	2016-17	
		Fiscal Year 2017 Payment	Percent of Total Wastewater Enterprise Service Charge Revenues
WATERSTONE AT CORONA POINTE	Multi-Family Units	\$354,673	1.18%
SCG ATLAS ASHTON, LLC	Multi-Family Units	\$274,930	0.91%
CORONA-NORCO USD	Public Agency	\$259,080	0.86%
MG PROPERTIES	Multi-Family Units	\$225,446	0.75%
STEADFAST COMPANIES	Multi-Family Units	\$196,992	0.65%
TRIANA AT CORONA RANCH MAINTENANCE CORPORATION	Multi-Family Units	\$193,476	0.64%
SCG ATLAS MARQUESSA, LLC	Multi-Family Units	\$187,358	0.62%
TTC ROC III PROMENADE LLC	Multi-Family Units	\$187,274	0.62%
GREEN RIVER VILLAGE MH COMM	Mobilehome Spaces	\$182,218	0.60%
SGC ATLAS DEERWOOD, LLC	Multi-Family Units	\$176,414	0.59%
		<b>\$2,237,861</b>	<b>7.42%</b>

Source: The City of Corona, Department of Water & Power

**CITY OF CORONA  
CORONA UTILITY AUTHORITY  
SELECTED WASTEWATER ENTERPRISE RATES**

<b><i>Service Type</i></b>	<b><i>Fiscal Year 2016 Monthly Fixed Service Charge</i></b>	<b><i>Fiscal Year 2017 Monthly Fixed Service Charge</i></b>
Inside Standard Wastewater		
Residential/Mobile Home Parks (per space)	\$ 45.60	\$ 45.60
Motels & Hotels (per unit)	7.59	7.59
Motels & Hotels (per living unit)	45.60	45.60
Restaurants, supermarkets, mortuaries and bakeries - meter 1" or smaller	163.28	163.28
Restaurants, supermarkets, mortuaries and bakeries - meter greater than 1"	266.34	266.34
Laundries (per machine)	24.20	24.20
Inside Commercial 5/8" or City park restroom	45.60	45.60
Inside Commercial 3/4"	72.02	72.02
Inside Commercial 1"	103.48	103.48
Inside Commercial 1 1/2"	186.06	186.06
Inside Commercial 2"	291.55	291.55
Inside Commercial 3"	537.41	537.41
Inside Commercial 4"	875.43	875.43
Inside Commercial 6"	1,753.50	1,753.50
Inside Commercial 8"	2,820.52	2,820.52

*Source: The City of Corona, Department of Water & Power*

**Corona Utility Authority**  
**Wastewater Enterprise**  
**Historic Operating Results (for Fiscal Year Ended June 30)**

	2013	2014	2015	2016	2017
<b>Gross Revenues</b>					
Utility Service Charges	\$ 29,353,868	\$ 29,561,485	\$ 29,944,021	\$ 29,865,062	\$ 30,294,984
Fees and Permits	419,423	443,596	199,389	190,187	186,877
Fines and Penalties	376,456	251,446	48,574	259,356	306,298
Capacity Fees	990,044	892,754	3,382,676	1,984,727	1,681,130
Operating Grants					
Investment Earnings	5,782	365,188	329,339	832,454	118,919
Other Revenues	470,465	370,140	544,023	446,188	482,996
<b>Total Gross Revenues</b>	<b>\$ 31,616,038</b>	<b>\$ 31,884,608</b>	<b>\$ 34,448,022</b>	<b>\$ 33,577,974</b>	<b>\$ 33,071,204</b>
<b>Direct Costs and Allocated Costs</b>					
Personnel Services	\$ 5,320,422	\$ 4,867,043	\$ 4,943,028	\$ 4,985,037	\$ 4,648,620
Contractual	1,852,581	1,325,980	1,364,125	1,603,312	1,119,119
Material and Supplies	10,841,432	9,507,249	9,108,160	7,874,413	7,705,648
Utilities	2,926,565	2,998,595	3,038,028	3,345,384	3,335,434
<b>Total Direct Costs and Allocated Costs</b>	<b>\$ 20,941,000</b>	<b>\$ 18,698,866</b>	<b>\$ 18,453,341</b>	<b>\$ 17,808,146</b>	<b>\$ 16,808,820</b>
<b>Net Revenues</b>	<b>\$ 10,675,038</b>	<b>\$ 13,185,742</b>	<b>\$ 15,994,681</b>	<b>\$ 15,769,828</b>	<b>\$ 16,262,383</b>
<b>Debt Service</b>					
SRF Loan - 1997	\$ 1,503,293	\$ -	\$ -	\$ -	\$ -
2013 Wastewater Revenue Bonds	-	817,645 <sup>(1)</sup>	2,807,031	2,936,006	2,950,856
2014 SRF Loan - Tertiary Filtration	-	-	-	-	195,704
<b>Total Debt Service</b>	<b>\$ 1,503,293</b>	<b>\$ 817,645</b>	<b>\$ 2,807,031</b>	<b>\$ 2,936,006</b>	<b>\$ 3,146,560</b>
<b>Debt Service Coverage</b>	<b>7.10</b>	<b>16.13</b>	<b>5.70</b>	<b>5.37</b>	<b>5.17</b>
<b>Cash Available for Subordinate Debt Service</b>	<b>\$ 9,171,745</b>	<b>\$ 12,368,097</b>	<b>\$ 13,187,650</b>	<b>\$ 12,833,822</b>	<b>\$ 13,115,824</b>
<b>Subordinate Debt Service</b>					
1997 Lease Agreement	\$ 549,220	\$ -	\$ -	\$ -	\$ -
Interfund Loan - Biosolids Dryer	1,024,299	-	-	-	-
<b>Total Subordinate Debt Service</b>	<b>\$ 1,573,519</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Cash available for Capital Projects or other improvements</b>	<b>\$ 7,598,226</b>	<b>\$ 12,368,097</b>	<b>\$ 13,187,650</b>	<b>\$ 12,833,822</b>	<b>\$ 13,115,824</b>

<sup>(1)</sup> Only interest payments were due for 2013 Wastewater Revenue Bonds' first annual debt service payment.

Source: The City of Corona